

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6599

BILL NUMBER: SB 155

NOTE PREPARED: Dec 16, 2005

BILL AMENDED:

SUBJECT: Public Work Projects.

FIRST AUTHOR: Sen. Heinold

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: This bill authorizes a political subdivision to perform a public work project by means of its own workforce, without awarding a contract, if the project consists of the construction, reconstruction, repair, alteration, resurfacing, or maintenance of an alley, a road, a street, a highway, or a bridge. (Under current law, a project may be performed by a political subdivision's own workforce only if the cost of the project is less than \$100,000.)

Effective Date: July 1, 2006.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: The bill could reduce the cost of some local public works projects for construction, reconstruction, repair, alteration, resurfacing, or maintenance of an alley, a road, a street, a highway, or a bridge. The savings would depend on the number of local units that might decide to do the project with their own workforce.

Background Information: The CY 2005 budget for local highways and bridges, excluding debt service payments, is about \$517.5 M. Of the budget total, about \$238.8 M was budgeted for personal services, \$109.5 M for supplies, \$116.8 M for other services and charges, and \$52.4 M for capital outlay.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Counties, cities, and towns.

Information Sources: Department of Local Government Finance Local Government Database.

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